

## **FISCAL NOTE**

TO: Chief Clerk of the Senate  
Chief Clerk of the House

FROM: James A. Davenport, Executive Director

DATE: February 5, 1996

SUBJECT: **HB 2490 - SB 3222**

This bill, if enacted, will allow a state employee or teacher member of the Tennessee Consolidated Retirement System to establish out-of-state service for both eligibility and benefit calculation purposes. Presently, such out-of-state service is credited for establishing eligibility only.

The fiscal impact from enactment of this bill is estimated to be an increase in accrued liabilities of \$58,963,500 with an annual amortized cost of \$5,784,000 to the state.

This estimate assumes there are approximately 7,500 teachers who would be eligible to establish 3.15 years of service and approximately 10% of state employees would be eligible to establish three years of service credit. This estimate also assumes that the liability will be amortized over 20 years at 8%.

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director